

RAYMOND MHLABA MUNICIPALITY



MFMA Section 72 Report

Prepared in terms of the Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 April 2009.

31 December 2023

Glossary

Adjustments budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Allocations – Money received from Provincial or National Government or other municipalities.

Budget – The financial plan of the Raymond Mhlaba Municipality.

Budget related policy – Policy of the municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.

Capital expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as a non-current asset on the Municipality's balance sheet.

Cash flow statement – A statement including only actual receipts and expenditure by the Municipality. Cash payments and receipts do not always coincide with budgeted timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period. The same principle applies with the cash receipts. The Municipality recognise the revenue on date of billing whilst payment may not appear in the same period; the receipt is recognised at date of receipt.

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable share – A general grant paid to Municipalities. It is predominantly targeted to help with free basic services.

Fruitless and wasteful expenditure – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between Municipalities.

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting; this Municipality will need to fully comply by the end of June 2013.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

MFMA – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

Operating expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages and general expenses.

Rates – Local Government tax levied in terms of the Local Government: Municipal Property Rates Act; Act 6 of 2004. The tax is based on the assessed market value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

Strategic objectives – The main priorities of the Raymond Mhlaba municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Unauthorised expenditure – Generally, is spending without, or in excess of, an approved budget.

Virement – A transfer of budget.

Virement policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers of projects between votes must be agreed by Council through an Adjustments Budget.

Vote – One of the main segments into which a budget. In Raymond Mhlaba municipality this means at directorate level. The votes for Raymond Mhlaba municipality therefore are:

- Executive and Council;
- Municipal Manager;
- Community Services;
- Finance and Administration;
- Engineering department; and
- Strategic Planning and LED.

1. INTRODUCTION

1.1 Purpose

To inform Council on the progress made in the implementation of the budget and the performance outcomes in respect of the second quarter/mid-year of the 2023/24 financial year.

1.2 Legislation Framework

In terms of Section 72 of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003):

- (1) The accounting officer of a municipality must by 25 January of each year –
 - (a) assess the performance of the municipality during the first half of the financial year, taking into account –
 - (i) the monthly statements referred to in section 71 for the first half of the financial year;
 - (ii) the municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;
 - (iii) the past year's annual report, and progress on resolving problems identified in the annual report; and
 - (iv) the performance of every municipal entity under the sole or shared control of the municipality, taking into account reports in terms of section 88 from any such entities; and
 - (b) submit a report on such assessment to –
 - (i) the mayor of the municipality
 - (ii) the National Treasury; and
 - (iii) the relevant Provincial Treasury.
- (2) The statement referred to in section 71(1) for the sixth month of a financial year may be incorporated into the report referred to in subsection (1)(b) of this section.
- (3) The accounting officer must, as part of the review –
 - (a) make recommendations as to whether an adjustments budget is necessary; and
 - (b) recommend revised projections for revenue and expenditure to the extent that this may be necessary.

Thereafter, the mayor must, in terms of Section 54(1):

- (a) Consider the report;
- (b) Check whether the municipality's approved budget is implemented in accordance with the service delivery and budget implementation plan;
- (c) Consider and, if necessary, make any revisions to the service delivery and budget implementation plan, provided that revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the council following approval of an adjustments budget;
- (d) Issue any appropriate instructions to the accounting officer to ensure-
 - (i) That the budget is implemented in accordance with the service delivery and budget implementation plan; and
 - (ii) That spending of funds and revenue collection proceed in accordance with the budget;
- (e) Identify any financial problems facing the municipality, including any emerging or impending financial problems; and
- (f) Submit the report to the council by 31 January of each year.

2. BUDGET STATEMENT: 31 December 2023 (JULY 2023 – DECEMBER 2023 YEAR TO DATE PERFORMANCE)

The municipality's total budgeted operating revenue amounts to R 518 967 million excluding Capital transfers of R49 900 million.

2.1. OPERATING REVENUE

Eastern Cape: Raymond Mhlaba (EC129) - Table C4 Monthly Budgeted Financial Performance (All) for period ending (M06) 31 December 2023

Description	Ref	2022/23	Budget year 2023/24					
		Audited Outcome	Original Budget	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Revenue								
Exchange Revenue								
Service charges - Electricity		91 451 518	99 065 724	34 176 809	49 532 868	(15 356 059)	(31.00)	99 065 724
Service charges - Water								
Service charges - Waste Water Management								
Service charges - Waste Management		37 981 281	29 250 000	19 550 761	14 625 000	4 925 761	33.08	29 250 000
Sale of Goods and Rendering of Services		5 892 830	525 653	286 782	282 830	23 952	9.11	525 653
Agency services								
Interest								
Interest earned from Receivables		16 261 520	14 095 000	12 228 044	7 047 498	5 180 546	73.51	14 095 000
Interest earned from Current and Non Current Assets		2 465 640	2 300 000	475 443	1 150 002	(674 559)	(58.66)	2 300 000
Dividends								
Rent on Land								
Rental from Fixed Assets		806 563	852 174	787 113	426 084	361 029	84.73	852 174
Licence and permits		709 933	7 200 000	7 272 683	3 600 000	3 672 683	162.02	7 200 000
Operational Revenue		16 798 539	10 781 304	994 227	5 390 652	(4 396 425)	(81.56)	10 781 304
Non-Exchange Revenue								
Property rates		107 715 325	113 533 460	86 493 143	56 766 738	29 726 405	52.37	113 533 460
Surcharges and Taxes								
Fines, penalties and forfeits		371 570	200 000	40 378	100 002	(59 624)	(59.62)	200 000
Licences or permits								
Transfer and subsidies - Operational		217 854 670	226 163 700	149 238 758	113 081 856	36 156 902	31.97	226 163 700
Interest		20 815 336	15 000 000	20 094 254	7 500 000	12 594 254	167.92	15 000 000
Fuel Levy								
Operational Revenue								
Gains on disposal of Assets		(2 584 505)						
Other Gains		1 062 150						
Discontinued Operations								
Total Revenue (excluding capital transfers and contributions)		517 602 370	518 967 015	331 638 395	259 483 530	72 154 865	27.81	518 967 015

Total Operating revenue up to December 2023 amounts to R 331 639 million or 67 % of the Total Operating Budget of R 518 967 million excluding capital transfers.

The above reflects the municipality's efforts in generating its revenue and the conditional grants received by the municipality. It should also be noted that the year to date revenue includes billing portion not only the actual cash received.

Refuse Removal	R	2 265 518,54
Electricity	R	16 378 728,32
	R	61 640 475,61

Quarter 1 and 2			Quarterly Collection Rate
Collection Rate/Ratio	Total Receipts	R 61 640 475,61	48%
	Total Billing	R 129 021 376,80	

Billing	
Service	Q1 & Q2
Rates	R 86 493 140,35
Refuse Removal	R 19 541 017,02
Electricity	R 22 987 219,43
	R 129 021 376,80

Receipts	
Service	Q1 & Q2
Rates	R 42 996 228,75
Refuse Removal	R 2 265 518,54
Electricity	R 16 378 728,32
	R 61 640 475,61

Quarter 1 and 2			Quarterly Collection Rate
Collection Rate/Ratio			
	Total Receipts	R 61 640 475,61	48%
	Total Billing	R 129 021 376,80	

The table above reflect the actual billing versus collection on property rates and services. To date the collection rate is 48% against year to date billed amount. The overall collection rate would also be affected by the annual billing that happens in the first quarter. This is an indication that the refuse collection services are rendered at a loss. Poor revenue collection has a

negative impact in our municipality's cash-flow, and this also contributes to the unfunded budget.

2.2. OPERATING EXPENDITURE

Eastern Cape: Raymond Mhlaba (EC129) - Table C4 Monthly Budgeted Financial Performance (All) for period ending (M06) 31 December 2023

Description	Ref	2022/23	Budget year 2023/24					
		Audited Outcome	Original Budget	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Rand								
Expenditure								
Employee related costs		207 191 322	210 365 786	105 087 039	105 182 976	(95 937)	(0.09)	210 365 786
Remuneration of councillors		18 842 244	20 240 325	13 095 241	10 120 152	2 975 089	29.40	20 240 325
Bulk purchases - electricity		78 604 822	98 521 000	35 717 898	49 260 498	(13 542 600)	(27.49)	98 521 000
Inventory consumed		253 011		57 874		57 874		
Debt impairment			63 611 628		31 805 820	(31 805 820)	(100.00)	63 611 628
Depreciation and amortisation		23 526 010	30 336 711	14 323 060	15 168 354	(845 294)	(5.57)	30 336 711
Interest		29 338 110	19 350 000	2 249 295	9 675 000	(7 425 705)	(76.75)	19 350 000
Contracted services		29 879 847	30 346 738	18 314 848	15 173 358	3 141 490	20.70	30 346 738
Transfers and subsidies		11 185 663	2 500 000	2 341 010	1 249 998	1 091 012	87.28	2 500 000
Irrecoverable debts written off		(9 363 307)						
Operational costs		44 541 283	39 073 543	8 679 245	19 536 792	(10 857 547)	(55.57)	39 073 543
Losses on disposal of Assets								
Other Losses		(2 887 521)						
Total Expenditure		431 111 484	514 345 731	199 865 510	257 172 948	(57 307 438)	(22.28)	514 345 731

Year-to-date operating expenditure incurred continues in a moderate pace in comparison to the approved budget. Total Operating expenditure up to December 2023 amounts to R 199 866 million or 38,9% of the Total Operating expenditure Budget of R 514 436 million excluding Depreciation and debt impairment. The municipality will only provide for debt impairment at year end as we have to use payment trends of debtors during the financial year to determine the impairment amount.

2.3.1. CAPITAL EXPENDITURE

Eastern Cape: Raymond Mhlaba (EC129) - Table C5 Monthly Budgeted Capital Expenditure by Functional Classification and Funding for period e

Description	Ref	2022/23	Budget year 2023/24					
		Audited Outcome	Original Budget	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Rand								
Capital Expenditure - Functional								
<i>Municipal governance and administration</i>		1 274 634	-	21 436	-	21 436	-	-
Executive and council								
Finance and administration		1 274 634		21 436		21 436		
Internal audit								
<i>Community and public safety</i>		-	-	21 850	-	21 850	-	-
Public safety				21 850		21 850		
<i>Economic and environmental services</i>		35 311 668	38 260 872	27 967 733	19 130 424	8 837 309	46,20	38 260 872
Planning and development								
Road transport		35 311 668	38 260 872	27 967 733	19 130 424	8 837 309	46,20	38 260 872
Environmental protection								
<i>Trading services</i>		11 863 702	5 130 435	3 271 474	2 565 216	706 258	27,53	5 130 435
Energy sources		11 863 702	5 130 435	3 271 474	2 565 216	706 258	27,53	5 130 435
Total Capital Expenditure - Functional	3	48 450 004	43 391 307	31 282 493	21 695 640	9 586 853	44,19	43 391 307
Funded by								
National Government	-	36 359 182	43 391 307	30 882 413	21 695 640	9 166 773	72%	43 391 307
Provincial Government				376 794		376 794		
District Municipality								
Transfers and subsidies - capital (monetary allocations) (Nat								
Transfers recognised - capital		36 359 182	43 391 307	31 239 207	21 695 640	9 543 567	43,99	43 391 307
Borrowing	6							
Internally generated funds				21 850		21 850		
Total Capital Funding		36 359 182	43 391 307	31 261 057	21 695 640	9 565 417	44,09	43 391 307

The Capital Budget (2023/24) amounts to R 21 695 million. The expenditure to date is as follows:

- An amount of R 21 850 spent as at end of December 2023 for staff laptops.
- An amount of R36 020 million relates to MIG expenditure as at end of December 2023.

2.3.2 OPERATING AND CAPITAL GRANTS PERFORMANCE AS AT END OF DECEMBER 2023

2023/24 GRANTS EXPENDITURE REPORT

Grant	2023/24 End Financial Year Report (R'000)			Expenditure End July 2023		Balance (R'000)	Comment On 2023/24 End December Performance in align with RAS end Dec 2023 70% Target	
	Allocation	Sec 18 of DoRA	Sec 19 of DoRA	Revised Allocation	Exp. Alloc			Spent as % of total allocation
MIG	46 395				36020	78%	10 375	The municipality spent R36 020m of the total allocation on MIG grant. To date, the municipality received all claims on approved expenditure. The said total expenditure includes the operational cost. The total expenditure translate to 78% against the total allocation which is higher than the expected 70% planned for the end December as per RAS.
INEP	5 900				3 680	62,37%	2 200	The municipality only received R3 100m and spent R3 680m. The balance is funded from the municipal funds which will refunded when the full grant is received.
EPWP	3 885				1 950	50.19%	1 935	To date, the municipality received a total of R2 719m and spent R1 950m.
FMG	2 850				1 715	60.17%	1 135	
RBIG (Schedule 5B)								
RBIG (Schedule 6B)								

The overall expenditure for capital and operating grants amounts to R 59 030 million or 73,5% against budget allocation.

2.4 DEBTORS

	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days
R thousands											
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	3 708	4 042	2 539	3 159	3 908	1 841	9 406	37 784	66 396	56 076
Receivables from Non-exchange Transactions - Property Rates	1400	4 275	3 918	3 863	3 824	3 661	42 231	23 117	274 627	350 517	347 450
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1600	4 287	4 125	4 091	4 058	2 187	2 179	14 289	111 075	146 272	133 779
Receivables from Exchange Transactions - Property Rental Debtors	1700	31	25	25	24	21	18	119	722	985	985
Interest on Arrear Debtor Accounts	1810	5 798	6 633	6 470	5 354	10 289	4 450	28 095	146 486	211 436	194 564
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-
Other	1900	(2 348)	(405)	(407)	(143)	(77)	(61)	(903)	(11 988)	(15 391)	(12 528)
Total By Income Source	2000	15 731	17 347	15 881	16 248	20 018	50 650	74 034	559 306	769 215	720 255
2022/23 - totals only											
Debtors Age Analysis By Customer Group											
Organs of State	2200	1 789	2 567	2 012	2 103	3 042	16 539	10 775	64 085	102 922	96 543
Commercial	2300	4 055	3 253	2 871	2 792	3 565	3 066	13 155	76 024	109 794	98 605
Households	2400	5 547	6 928	6 698	6 703	8 290	8 106	37 476	251 414	331 143	311 960
Other	2500	4 350	4 569	4 310	4 651	5 131	22 935	12 627	167 783	225 356	213 128
Total By Customer Group	2600	15 731	17 347	15 881	16 248	20 018	50 650	74 034	559 306	769 215	720 255

The total Outstanding Debt amounts to R769 215 million as at end of December 2023. The importance of the immediate and strict implementation of all processes in the Debt Collection and Credit collection policy cannot be over emphasized to ensure that the outstanding debtors which are over 90 days do not increase dramatically. The above-mentioned statistics is testimony of the positive actions already taken. A debt collection policy was implemented where the focus was on all government and business debtors.

2.5. CREDITORS

Creditors were not paid within 30 days of receiving the relevant invoice or statement as prescribed in terms of Section 65(e) of the MFMA. As at end of December 2023, the total amount payable, which represent commitments by Council of which the relevant invoice or statement is outstanding, amounted to R 380 330 million. This excludes the following major creditors:

EC129 Raymond Mhlaba - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December												
Description	NT Code	Budget Year 2023/24									Total	Pnr year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	(89)	34	76	-	32	29	(10)	3 715	3 787	3 787	
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	
Other	0900	(358)	10 973	8 330	3 881	45	23	17 917	335 730	376 544	376 544	
Total By Customer Type	1000	(444)	11 007	8 406	3 881	77	52	17 907	339 444	380 330	380 330	

3. ELECTRICITY LOSSES REPORT (JULY 2023 TO DECEMBER 2023)

The municipality is rendering the electricity services at a loss. The table below shows the distribution losses for the past six months. The Distribution losses are higher than the norm and therefore stringent measures will be enforced to cap the losses.

DISTRIBUTION LOSSES - 30 DECEMBER 2023	
	Units
Pre-Paid & Metered	24.262.376.52
Free Basic Elec	2.625.250.00
Total Energy Purchased	26.887.626.52
Distributions	22.510.730.09
Pre-Paid (Customers) Contour and Conlog	11.613.988.09
FBE Distributed	3.326.850.00
Metered (Customers)	7.569.892.00
Total Energy lost	4.376.896.43
Normal Distribution Loss 10%	2.688.762.65
Net Energy Loss	1.688.133.78
Total Average Energy Charge (Rate) - Purchased	1.47
Total Distribution losses (Rand)	2.485.412.68
Total Distribution losses (%)	6%

The overall total distribution losses amount to R4,377 million or 16,28% as at end of December 2023. The 16,28% exceeds the distribution losses widely accepted norm of up to 10%. This is the indication that Electricity services are rendered at loss.

4. UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL

IRREGULAR EXPENDITURE

	30 December 2023	30 JUNE 2023
	R	R
Irregular expenditure consist out of the following:		
Opening balance	10.428.342	358.022.607
Irregular expenditure incurred	22.331.768	51.660.649
Approved by Council	-	- 399.254.914
Irregular expenditure awaiting approval	32.760.110	10.428.342

FRUITLESS AND WASTEFUL EXPENDITURE

	30 DECEMBER 2022	30 JUNE 2022
	R	R
Fruitless and wasteful expenditure consist out of the		
Opening balance	5 751 908	102 808 416
Fruitless and wasteful expenditure incurred	3 141 640	16 635 170
Written off by Council		(113 691 678)
Fruitless and wasteful expenditure awaiting approval	8 893 548	5 751 908

5. AN ADJUSTMENT BUDGET IS NECESSARY BECAUSE:

5.1.1. Eskom Debt relief approval

- In November 2023 National Treasury approved the Municipal debt relief application for the Eskom debt and this will have an impact on the balance sheet budgeting on the budget.

5.1.2. Employee Related Costs and Council Remuneration

Council remuneration will be adjusted upon receiving remuneration of councillors' gazette on upper limits.

5.1.3. Anticipated revenue more than budgeted revenue

- The municipality foresees that the anticipated revenue on service charges on electricity including billing will be significantly more than the budgeted revenue for 2023/2023. This is because of verification process that is being undertaken by revenue section.
- The other revenue reported as at end of December also already exceeds the budgeted revenue, an analyses of the amount is necessary and the corresponding adjustment be made.

5.1.4. Eskom Debt and AG Debt

- There is a payment agreement in place with Eskom and Auditor General. These arrangements however have come to an end and a new agreement is being negotiated and the new arrangement will form basis of the amount to be adjusted. The municipality will adjust its expenditure budget accordingly to ensure that the current arrangements are being honoured.

5.1.5. SDBIP Variances

- Material variances on SDBIP will also be adjusted.

5.1.6. Capital Expenditure

- Staff laptops and ABSA leased vehicles were purchased in the first half of the year in order to improve service rendering and these will need to be accommodated in the adjusted budget.

5.1.7. Contracted Services and Operating Expenditure

- An assessment of these expenditures will be done to determine the necessary adjustments on these expenditures as the mid-year report reflects discrepancies between budgeted amounts and actual expenditures incurred.

6. Preparation of Annual Budget for 2023/2023 and Financial Management Challenges

Annual budget for 2023/2024 budget will be prepared according to the municipal budget regulation and the MFMA. It will be informed by the midyear performance, adjustment budget and the Integrated Development Plan. National treasury regulations and new circulars will also be taken into consideration when compiling the budget.

The compilation of the MTREF therefore remains a huge challenge to balance the budget between the limited revenue resources available and the immense need to provide quality service delivery to our community. Thus, the municipality budget is unfunded

The municipality is not in a healthy financial position; however, it needs to at least stabilise and further strive to continuously better its financial position, coupled with acceptable levels of service delivery at affordable tariffs. The retention of sufficient cash-backed reserves is critical for the long-term sustainability of the municipality, and to this end the municipality is unable to achieve this objective

The municipality developed a financial recovery plan that is aimed at ensuring that the municipality has sufficient and cost-effective funding to achieve its long-term objectives through the implementation of the medium-term operating and capital budgets. It should also be noted that the Eskom debt contributes to the budget deficit.

Conclusion

The operating expenditure budget of the municipality will be adjusted upwards to account for the unspent grants which were not included in the original approved budget. The municipality is facing a risk of not able to service its current financial obligations and is unable to pay its creditors on time due to cash flow challenges. This is a reflection that the municipality is not financially viable and is solely depended on grants.

The municipality will try to build its cash-backed reserves by ensuring that all non-cash items are budgeted for and are cash-backed. This will be achieved by ensuring that the municipality stick to its financial recovery plan and embark on projects that are revenue generation in nature.

CHAPTER: OVERVIEW OF MUNICIPAL PERFORMANCE ON THE IMPLEMENTATION OF THE SDBIP 2023/ 2024

For the 2023/ 2024 financial year, the Raymond Mhlaba Municipality set itself targets which seek to ensure the realization of a broader vision of the municipality. In relation to this, various objectives were identified with specific measurable performance indicators and targets clustered together in terms of the five key performance areas of local government for implementation during this financial year. Below is an indication of performance of the municipality from July 01, 2023 to December 31, 2023, in each of the 5 key performance areas.

For the 2023/ 2024 mid-year assessment, the Municipality set itself 78 predetermined targets summarised as follows;

- 49 were achieved whilst 29 were not achieved.
- The challenges experienced by municipality during the mid-term is attributed in the detailed scorecard
- the municipal performance as at Mid-term is **106%**

2023 /2024 Mid-Year Actual Performance with CCR's

Overalls score is calculated as presented below;

80% that constitutes KPA weight and 20% that constitute CCR weight. For 2023 /2024 Mid-Year, RMLM has scored 90%.

$$(94,926 \times 80\% = 76\%) + (149.4 \times 20\% = 30\%) = 106\%$$

The achievement and underachievement of targets is broken down as follows;



2023/2024 RAYMOND MHLABA MUNICIPALITY SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

KPA 1: INSTITUTIONAL TRANSFORMATION AND ORGANISATIONAL DEVELOPMENT (Weight : 15%)

PRIORITY AREA	STRATEGIC OBJECTIVE	KEY PERFORMANCE INDICATOR 2023 – 2024	Mid-term (Q1 & Q2 TARGETS)	Mid-term Actual Performance	Rating	Reasons for variances	Remedial Actions	INDICATOR
	To ensure effective and efficient workforce by aligning institutional arrangements to the overall strategy to deliver quality services by 2027	Number of female representatives from employment equity groups employed submitted to the Municipal Manager	3	Achieved; 3 female representative employed	3	N/A	N/A	Corporate Service
	To ensure effective and efficient workforce by aligning institutional arrangements to the overall strategy to deliver quality services by 2027	Number of people living with disability from employment equity groups employed submitted to the Municipal Manager	1	Not Achieved; 0 disability employed	1	No recruitment and selection done in the second quarter	Recruitment and selection will be done in the third quarter.	Corporate Service
Human Resources	To ensure implementation, monitoring and evaluation of the Integrated Development Plan by 2027	Number of organizational structure reviewed and approved by council	Inputs from departments	Not Achieved; 0 inputs	1	The exercise was moved to the third quarter	Inputs will be finalised in third quarter during the IDP sessions	Corporate Service
	To ensure implementation, monitoring and evaluation of the Integrated Development Plan by 2027	Number of workplace skills plan implemented	6	Achieved; 6 workplace skills plan programmes implemented	3	N/A	N/A	Corporate Service
Policies	To ensure implementation, monitoring and evaluation of the Integrated Development Plan by 2027	Number of wellness programmes facilitated	2	Achieved; 2 (1 Men's Indaba and 1 Wellness Day)	3	N/A	N/A	Corporate Service
	To ensure implementation, monitoring and evaluation of the Integrated Development Plan by 2027	Number of policy workshops facilitated	1	Not Achieved; 0 policy workshop conducted	1	The workshop was cancelled due to other council programmes.	The workshop will be in the third quarter.	Corporate Service
Fleet Management	To ensure implementation, monitoring and evaluation of the Integrated Development Plan by 2027	Number of individual vehicle maintenance report submitted and approved by the Municipal Manager.	46	Achieved; 65 vehicle maintenance reports	4	N/A	N/A	Corporate Service

Electricity	To ensure effective and efficient workforce by 2027	Number of electricity master plans developed	1	Development of terms of reference	Achieved; 1 terms of references developed	3	N/A	N/A	Engineering Services
Performance Management System	To ensure effective and efficient workforce by 2027	Number of organizational performance assessments conducted	4	2	Achieved; 2 organizational performance assessments conducted	3	N/A	N/A	Strategic Planning and LED
Township Economy	To ensure a safe, friendly and sustainable environment by 2027	Number of Developed Township Economy Strategy	1	Development of terms of reference	Not Achieved; 0	1	TOR were not finalised	Will be finalised in the third quarter	Strategic Planning and LED
Waste Management	To ensure a safe, friendly and sustainable environment by 2027	Number of Developed Integrated Waste Management Plan (IWMP)	1	Development of terms of reference	Achieved; 1 terms of references developed	3	N/A	N/A	Community Services
Environmental Management	To ensure a safe, friendly and sustainable environment by 2027	Number of Developed Environmental Management Plan (EMP)	1	Development of terms of reference	Achieved; 1 terms of references developed	3	N/A	N/A	Community Services
Safety and Security	To ensure effective and efficient workforce by 2027	Number of Developed Security Risk Plan	1	Development of terms of reference	Achieved; 1 terms of references developed	3	N/A	N/A	Community Services
	To ensure effective and efficient workforce by 2027	Number of security programmes implemented	4	2	Achieved; 2 security programmes implemented	3	N/A	N/A	Community Services
Advertisement	To ensure effective and efficient workforce by 2027	Number of Developed Billboard Policy	1	Development of terms of reference	Not Achieved; 0	1	TOR not finalised	Target will be implemented in the third quarter	Community Services

Cemeteries	To ensure effective and efficient workforce by 2027	Number of Developed Cemetery Policy	1	Development of terms of reference	Achieved; 1 terms of references developed	3	N/A	N/A	Engineering Services
	To ensure effective and efficient workforce by 2027	Number of Reviewed Spatial Development Framework (SDF)	1	Development of terms of reference	Achieved; 1 terms of references developed	3	N/A	N/A	Engineering Services
	To ensure effective and efficient workforce by 2027	Number of Developed Encroachment Plan	1	Development of terms of reference	Achieved; 1 terms of references developed	3	N/A	N/A	Engineering Services
	To ensure effective and efficient workforce by 2027	Number of Developed Housing Sector Plan	1	Development of terms of reference	Achieved; 1 terms of references developed	3	N/A	N/A	Engineering Services

KPA 2: BASIC SERVICES DELIVERY AND INFRASTRUCTURE (Weight 40%)

PRIORITY AREA	STRATEGIC OBJECTIVE	KEY PERFORMANCE INDICATOR	2023 – 2024		Mid-term (Q1 & Q2)	Mid-term Actual Performance	Rating	Reasons for variances	Remedial Actions	INDICATOR
			2023	2024						
Facilities	To ensure accessible and safe municipal facilities by 2027	Number of Community halls renovated	2	1	1	Not Achieved; 0	1	The target was not met due to financial constraints	The target will be implemented in the third quarter	Engineering Services
	To ensure a safe, friendly and sustainable environment by 2027	Number of Municipal Office buildings renovated	1	1	1	Not Achieved; 1 community services	2	N/A	N/A	Engineering Services
	To ensure the provision and standardization of fire services by 2027	Number of renovated fire base	1	1	1	Not Achieved; 0 fire bases renovated	1	The previously identified building was not suitable to be converted into a firebase.	The municipality is in a process of identifying another building to convert into a	Community Services

Waste Management	To ensure a safe, friendly and sustainable environment by 2027	Number of clean-up campaigns conducted	28	14	Achieved; 32 clean up campaigns	4	N/A	N/A	firebase.	Community Services
Law enforcement	To ensure a safe, friendly and sustainable environment by 2027	Number of Functional Vehicle testing stations	1	1	Not Achieved; 0 functional VTS	1	Delays from the department of transport to conduct final inspection.	Once the inspection is done by the department of transport, the VTS will be operational.	Community Services	
	To ensure a safe, friendly and sustainable environment by 2027	Number of traffic enforcement operations to ensure orderly road traffic control	144	72	Achieved; 204 traffic enforcement operations conducted	5	N/A	N/A	Community Services	
	To ensure a safe, friendly and sustainable environment by 2027	Number of fully functional cemeteries	1	1	Not Achieved; 0 EIA	1	No EIA conducted	Seek assistance from the department of environmental affairs.	Community Services	
Electricity	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Percentage of INEP projects implemented	100%	70%	Achieved; (number of implemented INEP/ Total INEP*100) 5/5*100= 100%	3	N/A	N/A	Engineering Services	
	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Number of illegal connection audits conducted	4	2	Not Achieved; 2 illegal connections audit conducted in Fort Beaufort	2	N/A	N/A	Engineering Services	
	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Percentage of new connections within 21 days of application	100%	100%	Achieved; (received/ connected*100) 19/19*100= 100%	3	N/A	N/A	Engineering Services	

	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Percentage of reconNECTIONS completed within 7 days after settlement of municipal account	100%	100%	Achieved; There were no disconnection as at mid-year	3	N/A	N/A	Engineering Services
	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Percentage of unplanned outages restored within 4 hours	70%	70%	Achieved; (restored within 4 hours/ total outages) 16/19*100= 84%	3	N/A	N/A	Engineering Services
	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Number of km maintained (gravel roads)	300	150	Not Achieved; 443,282 km re-gravelled	2	Insufficient evidence submitted	Improve evidence on work done	Engineering Services
	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Number of streets where stormwater system has been maintained	160	80	Achieved; 234 stormwater maintained	5	N/A	N/A	Engineering Services
Roads	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Number of road markings maintained	50	25	Not Achieved; 14 road markings maintained	2	Insufficient evidence submitted	Improve evidence on work done	Engineering Services
	To ensure adequate, efficient, sustainable environment by 2027	Number of updated Land Audit Report 1		Development of terms of reference	Achieved; 1 terms of references developed	3	N/A	N/A	Engineering Services
	To ensure adequate, efficient, sustainable environment by 2027	Percentage of Approved Compliant Building Plans	100%	100%	Achieved; (received/ approved*100) 12/12*100= 100%	3	N/A	N/A	Engineering Services
Land and Human Settlements	To ensure adequate, efficient, sustainable environment by 2027	Percentage of Approved Compliant Land Use Applications	100%	100%	Achieved; (approved/ total applications*100) 4/4*100= 100%	3	N/A	N/A	Engineering Services

Project Management	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Percentage MIG Capital projects implemented	4	100%	Achieved; (implemented/ total projects) 12/12*100=100%	3	N/A	N/A	Engineering Services
Free Basic Services	To ensure adequate, efficient, sustainable energy supply and infrastructure by 2027	Percentage of qualifying indigents benefiting	90%	100%	Achieved; (processed/ received*100) 894/969*100=92%	3	N/A	N/A	Budget and Treasury

KPA 3: LOCAL ECONOMIC DEVELOPMENT (Weight 20%)

PRIORITY AREA	STRATEGIC OBJECTIVE	KEY PERFORMANCE INDICATOR	2023 – 2024		Mid-term (Q1 & Q2 TARGETS)	Mid-term Actual Performance	Rating	Reasons for variances	Remedial Actions	INDICATOR
			2023	2024						
Unemployment	To ensure sustainable Local Economic Development by 2027	Number of jobs created through LED programmes within the municipality.	50	24	24	Achieved; 80 jobs created through LED programmes	5	N/A	N/A	Strategic Planning & LED
	To ensure sustainable Local Economic Development by 2027	Number of jobs created through Capital Projects	100	50	50	Achieved; 213 through capital projects	5	N/A	N/A	Engineering Services
	To ensure sustainable Local Economic Development by 2027	Number of jobs created through Expanded Public Works Programme	100	50	50	Achieved; 279 EPWP	5	N/A	N/A	Engineering Services

	To ensure sustainable Local Economic Development by 2027	Number of economic activities supported	10	5	Not Achieved; 4 (1 Cultural week convened in Seymour. 1 Market day and Agricultural Show. 1 Bedford Garden Festival. 1 Co-operative indaba)	2	0	0	Strategic Planning & LED
SMMEs	To ensure sustainable Local Economic Development by 2027	Number of SMMEs supported by the Municipality	10	5	Achieved; 120 SMME's supported	5	N/A	N/A	Strategic Planning & LED
Tourism	To ensure sustainable Local Economic Development by 2027	Number of tourism products/ programmes marketed	3	1	Achieved; 1 Cultural week convened in Seymour	3	N/A	N/A	Strategic Planning & LED
Small Towns Revitalization	To ensure sustainable Local Economic Development by 2027	Number of plans to roll over small towns revitalization programmes to other towns	1	Development of terms of reference	Not Achieved; 0 plans to roll over small towns revitalization programmes to other towns	1	Draft Plan in Place but not finalised	The actual plan will be finalised in the last quarter.	Strategic Planning & LED
Agriculture	To ensure sustainable Local Economic Development by 2027	Number of functional Fresh produce markets	1	1	Number of functional Fresh produce markets	1	Not Achieved; 0 functional fresh produce markets	There is an existing fresh produce, Hub. No agreements signed yet with farmers	Strategic Planning & LED
Supply Chain Management	To ensure the sustainable Local Economic Development by 2027	Percentage of tenders below R200 000 awarded to local SMME's and Vulnerable groups	70%	70%	Achieved; (tenders awarded/ total tender) 138/161*100=86%	3	N/A	N/A	Budget and Treasury
	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage of tenders above R200 000 awarded to local SMME's and Vulnerable groups	30%	30%	Achieved; (tenders awarded/ total tender) 14/19*100=73%	5	N/A	N/A	Budget and Treasury

KPA 4: MUNICIPAL FINANCIAL VIABILITY (Weight 15%)

PRIORITY AREA	STRATEGIC OBJECTIVE	KEY PERFORMANCE INDICATOR	2023 – 2024	Mid-term (Q1 & Q2 TARGETS)	Mid-term Actual Performance	Rating	Reasons for variances	Remedial Actions	INDICATOR CUSTODIAN
Revenue Management	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage of total collection on outstanding debts	70%	55%	Achieved; (Total receipts/ Total billing*100) R38 253 463,27/ R36 723 411,46*100= 104%	4	N/A	N/A	Budget and Treasury
	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage spent on FMG operating grant	100%	39%	Achieved; (expenditure/ budget) R1 819 346,74/ R2 850 000,00= 63,84%	4	N/A	N/A	Budget and Treasury
Expenditure Management	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage spent on MIG Capital grant	100%	50%	Achieved; (expenditure/ budget*100) R36 020 000/ R46 395 000*100= 78%	4	N/A	N/A	Engineering Services
	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage spent on INEP Capital grant	100%	50%	Achieved; 62% expenditure	3	N/A	N/A	Engineering Services
	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage spent of EPWP grant	100%	50%	Achieved; (Expenditure/ budget*100) R2 524 100,42/ R3 885 000*100= 64%	3	N/A	N/A	Engineering Services
Financial Management	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage of valid invoices paid within 30 days of invoice date	100%	100%	Not Achieved; (Invoice amount paid within 30 days/ balance*100) R15 558 785,49/ R393 932 113,65*100= 3,95%	1	Due to cash flow challenges	Improved revenue collection	Budget and Treasury

	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Number of procurement plans developed	1	1	Achieved; 1 Procurement plan developed	3	N/A	N/A	Budget and Treasury
	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Percentage of cost containment measures implemented	50%	50%	Achieved; 66% cost contained	3	N/A	N/A	Budget and Treasury
	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Number of Annual Financial Statements developed	1	1	Achieved; 1 AFS developed and submitted	3	N/A	N/A	Budget and Treasury
Asset Management	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Number of approved Annual Asset Management Plan	1	1	Achieved; 1 annual asset management plan approved	3	N/A	N/A	Budget and Treasury
	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Number of GRAP Compliant Asset Register	4	2	Achieved; 1 GRAP asset register	3	N/A	N/A	Budget and Treasury
Waste Management	To ensure the financial sustainability in order to fulfil the statutory requirements by 2027	Number of skip bin acquired	4	1	Situational analysis report on skip bins	3	N/A	N/A	Community Services
KPA 5: GOOD GOVERNANCE AND PUBLIC PARTICIPATION (Weight 10%)									
PRIORITY AREA	STRATEGIC OBJECTIVE	KEY PERFORMANCE INDICATOR	2023 – 2024	Mid-term (Q1 & Q2 TARGETS)	Mid-term Actual Performance	Rating	Reasons for variances	Remedial Actions	INDICATOR
Governance	To entrench the culture of good governance by 2027	Number of developed Annual Reports	1	Draft Annual Report submitted to Council by August 2023.	Achieved; 1 Draft Annual Report submitted to council	3	N/A	N/A	Strategic Planning & LED

Public Participation	To entrench the culture of good governance by 2027	Number of unqualified audit opinions obtained from the Auditor General	1	1	Not Achieved; Qualified	2	Its due to major inherent system integration and amalgamation challenges	To resolve the inherent challenges by end June	Budget and Treasury	
	To entrench the culture of good governance by 2027	Number of councillors who have declared their financial interests	45	45	Not Achieved; 23 Declarations	2	Insufficient evidence submitted.	Evidence will be collection in the third quarter	Strategic Planning & LED	
	To entrench the culture of good governance by 2027	Percentage of internal audit recommendations implemented	100%	100%	Not Achieved; 51% recommendations implemented	2	Action dates were moved to third and fourth quarter	Action dates were moved to third and fourth quarter	Strategic Planning & LED	
	To entrench the culture of good governance by 2027	Percentage of AC resolutions implemented	100%	100%	Not Achieved; 25% resolutions implemented	2	Follow up audit was moved to the third quarter.	Follow audit will be done in the third quarter	Strategic Planning & LED	
	To ensure proper governance, accountability and public participation	Number of risk assessment conducted	1	1	Achieved; 1 risk assessment conducted	3	N/A	N/A	Strategic Planning & LED	
	Improve the municipal responsiveness to service delivery breakdowns	Percentage of official complaints responded to through the municipal complaint management system	100%	100%	Not Achieved; 60%	2	N/A	N/A	Strategic Planning & LED	
	Improve the municipal responsiveness to service delivery breakdowns	Number of average days in responding to complaints received	3	3	Achieved; 3 days	3	N/A	N/A	Strategic Planning & LED	
	To improve community participation by 2027	Number of community consultations conducted	4	2	Achieved; 6 community consultations	5	N/A	N/A	Strategic Planning & LED	
										Strategic Planning & LED

Law enforcement	To ensure proper governance, accountability and public participation	Number of by-laws developed	2	Identification of by-laws to be developed	Not Achieved; 0 by-laws identified	1	No by-law was due in the quarter in question	N/A	Corporate Service
Special Programmes	To entrench social cohesion through vulnerable groups by 2027	Number of vulnerable groups programme implemented	5	2	Achieved; 3 (16 days of activism conducted, Back to school, Woman's Caucus)	3	N/A	N/A	Strategic Planning & LED
Sport	To entrench social cohesion through vulnerable groups by 2027	Number of sport programmes implemented	4	1	Number Special programmes model developed	1	Achieved; 1 SPU model developed	N/A	Strategic Planning & LED
	To entrench social cohesion through vulnerable groups by 2027	Number of sport programmes implemented	4	2	Number of sport programmes implemented	0	Not Achieved; 0	1	Due to cash flow challenges
									Programmes will be integrated and implemented in the third and fourth quarter
									Strategic Planning & LED

2.3 SUMMARY OVERALL PERFORMANCE PER DEPARTMENT

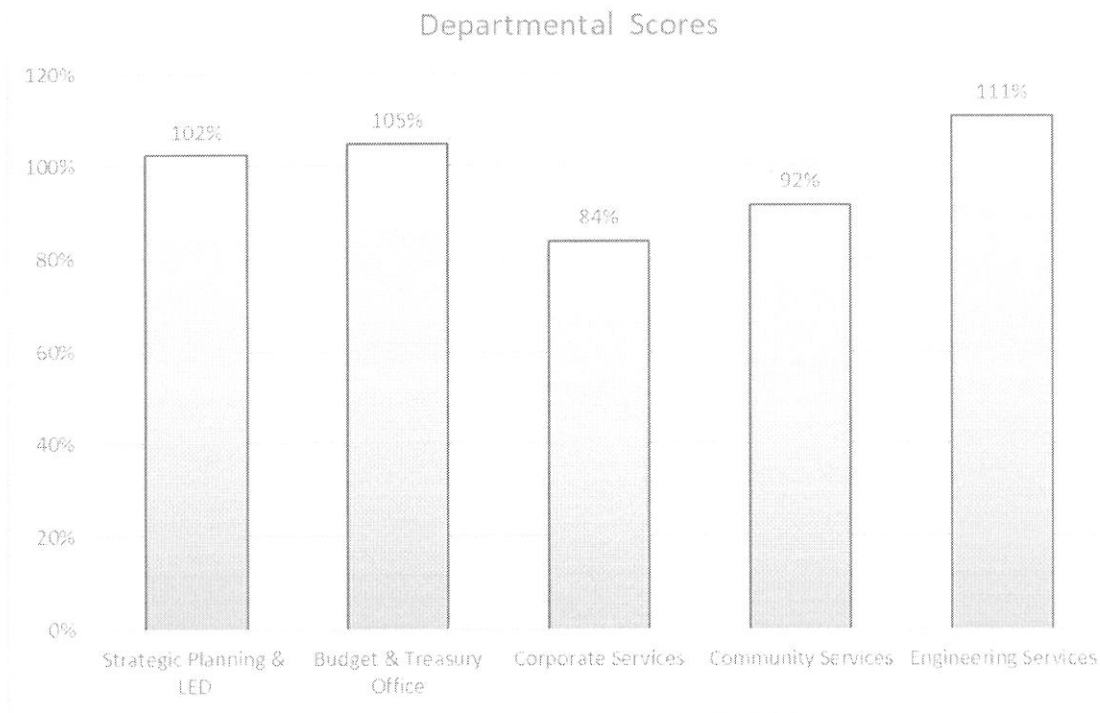
This report is prepared to keep an update on performance progress in the implementation of adopted and approved projects and programmes documented in the Service Delivery and Budget Implementation Plan (SDBIP) of Raymond Mhlaba Municipality. It is against this report that the municipality will capture its progress and or lack of towards thereof achieving its set goals for the 2023/ 2024 financial year, thus develop an urgent intervention plan to round up on all outstanding matters. This report also reveal progress made by the municipality in relation to the indicators that were deferred from first quarter to second quarter – moreover, it will also indicate some of the key performance indicators that will negatively affect the annual target as they are not consistently met due to an array of reasons provided by indicator custodians.

The performance of a municipality starts with pre-determined objectives in the Integrated Development Plan (IDP) and a Service Delivery Budget Implementation Plan (SDBIP) is developed linking the budget and the IDP. Performance scorecards of the Municipal Manager and Senior Manager are directly linked to the Top layer SDBIP of the organisation. This report is based on the Top Layer SDBIP of the organisation. Moreover, this report also encapsulates the report of the municipal entity, Raymond Mhlaba Economic Development Agency, in relation to their implementation of their predetermined objectives for the financial year under review.

For the 2023/ 2024 financial year, the Raymond Mhlaba Municipality set targets which seek to ensure the realization of a broader vision and mission of the municipality. In relation to this, various objectives were identified with specific performance indicators and targets clustered together in terms of the five key performance areas of local government for implementation during this financial year.

Notes on Calculation of Scores

In terms of the Municipal Systems Act Regulations on performance and the Raymond Mhlaba Municipal Policy on performance, section 56 and 57 employees are evaluated based on two components, being the IDP KPI's / targets and the individual core competencies. The IDP KPIs/targets accounts for 80% and the individual core competencies accounts for 20% of the final score. On IDP KPI's assessment, Likert scale of 1 – 5 is used, which means, if an individual has met the target, you score 3 and likewise if there is an outstanding performance, 5 is used. On core competencies, the assessment is based on, whether the individual is found superior, advanced, competent or basic in a particular competency, eg, leadership or financial management. Each score received is calculated by multiplying the total of the KPA by 80% and the 20% of the CCR's. In addition, a KPA weight agreed upon by the Mayor and the MM is used. Eg, Basic Service Delivery and Infrastructure carries more weight on performance than other KPA's.



STRATEGIC PLANNING AND LOCAL ECONOMIC DEPARTMENT

Overall departmental score is calculated as presented below;

80% that constitutes KPA weight and 20% that constitute CCR weight. For 2023 /2024 mid-year, Strategic Planning and LED has scored 102% (score with CCR's) against the overall performance.

$$(90.444 \times 80\% = 72\%) + (149.4 \times 20\% = 30\%) = 102\%$$

CORPORATE SERVICES DEPARTMENT

Overall departmental score is calculated as presented below;

80% that constitutes KPA weight and 20% that constitute CCR weight. For 2023/ 2024 mid-year, Corporate Services has scored 84% (score with CCR's) against the overall performance.

$$(72.083333333 \times 80\% = 58\%) + (130.033 \times 20\% = 26\%) = 84\%$$

BUDGET AND TREASURY OFFICE

Overall departmental score is calculated as presented below;

80% that constitutes KPA weight and 20% that constitute CCR weight. For 2023/ 2024 mid-year, Budget and Treasury Office has scored 105% (score with CCR's) against the overall performance.

$$(97.77777778 \times 80\% = 78\%) + (132.8 \times 20\% = 27\%) = 105\%$$

ENGINEERING SERVICES DEPARTMENT

Overall departmental score is calculated as presented below;

80% that constitutes KPA weight and 20% that constitute CCR weight. For 2023/ 2024 mid-year, Engineering Services has scored 111% (score with CCR's) against the overall performance.

$$(106.6666667 \times 80\% = 85.33\%) + (127.27 \times 20\% = 25.45\%) = 111\%$$

COMMUNITY SERVICES

Overall departmental score is calculated as presented below;

80% that constitutes KPA weight and 20% that constitute CCR weight. For 2023/ 2024 mid-year, Community Services has scored 92% (score with CCR's) against the overall performance.

$$(86.019 \times 80\% = 69\%) + (113.433 \times 20\% = 23\%) = 92\%$$

CHAPTER 7: QUALITY CERTIFICATE

I, LINATHI MALINZI (Full Names), the Municipal Manager of Raymond Mhlaba Municipality hereby certify that the report on the implementation of the Service Delivery and Budget Implementation Plan (SDBIP) and Financial Performance, for the mid-year period ended 31 December 2023 has been prepared in accordance with the Municipal Finance Management Act 2003 (Act 56 of 2003) and regulations made under the Act.



U.T Malinzi

24/01/24
DATE

MUNICIPAL MANAGER

RECIEPT BY THE MAYOR

I, NOMHLE SANGO (Full Names), the Mayor of Raymond Mhlaba Local Municipality, hereby accept the mid-year assessment report on the implementation of the Service Delivery and Budget Implementation Plan (SDBIP) of the municipality, for the period ended 31 December 2023 as presented by the Municipal Manager in terms of the Municipal Finance Management Act 2003 (Act 56 of 2003) and regulations made under the Act.



Cllr. N SANGO
MAYOR

29/01/24
DATE